

ORDINANCE NO. 14772

FILE OF CITY COUNCIL

BILL NO. 105 - 2009

INTRODUCED BY

DECEMBER 2, 2009

AN ORDINANCE

Amends the 2009 Debt Service Fund Budget to provide for a supplemental appropriation of One Hundred Twenty Thousand (\$120,000) Dollars reflecting a transfer from the General Fund for the debt service payment on the Five Million Two Hundred Fifty-two Thousand Eight Hundred Forty-six (\$5,252,846) Dollar General Obligation Note.

BE IT ORDAINED BY THE COUNCIL OF THE CITY OF ALLENTOWN:

SECTION ONE: That City Council authorizes a One Hundred Twenty Thousand Dollar (\$120,000) increase to the Debt Service Fund.

SECTION TWO: That City Council authorizes a supplemental appropriation from the unappropriated balance of the Debt Service Fund in the following manner:

082-02-8002-0001-82	Interest Expense	\$120,000
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SECTION THREE: That this Ordinance will take effect ten (10) days after final passage.

SECTION FOUR: That all Ordinances inconsistent with the above provisions are repealed to the extent of their inconsistency.

- **What Department or bureau is Bill originating from? Where did the initiative for the bill originate?**

Department of Finance

- **Summary and Facts of the Bill**

On May 11, 2009 City Council approved Ordinance #14705 allowing the City to finance \$5,252,846 in Capital Projects through a General Obligation Note. As it was explained at that time, the debt service payment for 2009 would come from funds budgeted for items that would be paid through the new loan allowing the General Fund appropriation to be available for debt service.

- **Purpose – Please include the following in your explanation:**
 - **What does the Bill do – what are the specific goals/tasks the bill seek to accomplish**
 - **What are the Benefits of doing this/Down-side of doing this**
 - **How does this Bill related to the City's Vision/Mission/Priorities**

The bill provides for the appropriation of \$120,000 from the General Fund to the Debt Service Fund for the 2009 payment on the \$5,252,846 General Obligation Note.

- **Financial Impact – Please include the following in your explanation:**
 - **Cost (Initial and ongoing)**
 - **Benefits (initial and ongoing)**

There is no financial impact, it is transferring money from one fund to another.

- **Funding Sources – Please include the following in your explanation:**
 - **If transferring funds, please make sure bill gives specific accounts; if appropriating funds from a grant list the agency awarding the grant.**

Funds were originally budgeting in the General Fund and are now being transferred to the Debt Service Fund.

- **Priority status/Deadlines, if any**

Payment must be made by the end of the year.

- **Why should Council unanimously support this bill?**

This allows the City to properly account for the debt service payment.

	Yea	Nay
Michael Donovan	X	
Jeanette Eichenwald	X	
Julio A. Guridy	X	
David M. Howells, Sr.	X	
Tony Phillips	X	
Peter G. Schweyer	X	
Michael D'Amore, President	X	
TOTAL	7	0

I hereby certify that the foregoing Ordinance was passed by City Council on December 16 and signed by the Mayor on December 17, 2009.

CITY CLERK